CHAPTER NO. 288

HOUSE BILL NO. 202

By Representative Mike Turner

Substituted for: Senate Bill No. 83

By Senator Haynes

AN ACT to amend Tennessee Code Annotated, Section 8-31-103 and Section 12-3-106, relative to state employment and state contracts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

- SECTION 1. Tennessee Code Annotated, Section 12-3-106, is amended by designating the existing language as subsection (a), and by adding the following language to be designated as subsection (b):
 - (b)(1) It is a conflict of interest for any person or any company with whom such person is an officer, a director, or an equity owner having an ownership interest greater than one percent (1%) to bid on any public contract for products or services for a governmental entity if such person or a relative of such person is a member of a board or commission having responsibility for letting or approving such contract.
 - (2) As used in this subsection:
 - (A) "Governmental entity" means any state agency, authority, board, commission, department, or office within the executive or judicial branch of state government or any autonomous state agency, authority, board, commission, department, office, or institution of higher education.
 - (B) "Relative" means spouse, parent, sibling or child.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: May 21, 2003

JIMMY RAIFEH, SPEAKER HOUSE OF REPRESENTATIVES

> JOHN S. WILDER SPEAKER OF THE SENATE

APPROVED this 6th day of June 2003

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